

IN THE UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF ARKANSAS
EL DORADO DIVISION

STEPHANIE DARROUGH

PLAINTIFF

vs.

Civil No. 1:20-cv-01031

COMMISSIONER, SOCIAL
SECURITY ADMINISTRATION

DEFENDANT

ORDER

Pending now before the Court is Plaintiff's Motion for Attorney's Fees Pursuant to the Equal Access to Justice Act ("EAJA"). ECF No. 28. Defendant has responded and objected to this Motion. ECF No. 29.

The Parties have consented to the jurisdiction of a magistrate judge to conduct all proceedings in this case, including conducting the trial, ordering the entry of a final judgment, and conducting all post-judgment proceedings. ECF No. 6. Pursuant to this authority, the Court issues this Order.

1. Background:

On July 16, 2020, Stephanie Darrough ("Plaintiff") appealed to the Court from the Secretary of Social Security Administration's ("SSA") denial of her request for disability benefits. ECF No. 1. On May 4, 2021, Plaintiff's case was reversed and remanded pursuant to sentence four of 42 U.S.C. § 405(g). ECF Nos. 26, 27.

On July 7, 2021, Plaintiff filed this Motion. ECF No. 28. With this Motion, Plaintiff requests an award of \$8,096.35 in attorney's fees. *Id.* This amount represents 39.20 hours at an hourly rate of \$206.00 and costs of \$21.15. *Id.* Defendant objected to the Plaintiff's request for 2.70 hours of attorney time in 2020 at an hourly rate of \$206.00 and objects to the number of hours

requested in 2021 and seeks to reduce the number of compensable attorney hours from the 36.50 hours claimed to 33.50 hours. ECF No. *Id.*

2. Applicable Law:

Pursuant to the EAJA, 28 U.S.C. § 2412(d)(1)(A), a court must award attorney's fees to a prevailing social security claimant unless the Secretary's position in denying benefits was substantially justified. The Secretary has the burden of proving that the denial of benefits was substantially justified. *See Jackson v. Bowen*, 807 F.2d 127, 128 (8th Cir.1986) ("The Secretary bears the burden of proving that its position in the administrative and judicial proceedings below was substantially justified"). An EAJA application also must be made within thirty days of a final judgment in an action, *See* 28 U.S.C. § 2412(d)(1)(B), or within thirty days after the sixty day time for appeal has expired. *See Shalala v. Schaefer*, 509 U.S. 292, 298 (1993).

An award of attorney's fees under the EAJA is appropriate even though, at the conclusion of the case, the plaintiff's attorney may be authorized to charge and to collect a fee pursuant to 42 U.S.C. § 406(b)(1). Recovery of attorney's fees under both the EAJA and 42 U.S.C. § 406(b)(1) was specifically allowed when Congress amended the EAJA in 1985. *See Gisbrecht v. Barnhart*, 535 U.S. 789, 796 (2002) (citing Pub. L. No. 99-80, 99 Stat. 186 (1985)). The United States Supreme Court stated that Congress harmonized an award of attorney's fees under the EAJA and under 42 U.S.C. § 406(b)(1) as follows:

Fee awards may be made under both prescriptions [EAJA and 42 U.S.C. § 406(b)(1)], but the claimant's attorney must "refun[d] to the claimant the amount of the smaller fee." . . . "Thus, an EAJA award offsets an award under Section 406(b), so that the [amount of total past-due benefits the claimant actually receives] will be increased by the . . . EAJA award up to the point the claimant receives 100 percent of the past-due benefits."

Id. Furthermore, awarding fees under both acts facilitates the purposes of the EAJA, which is to shift to the United States the prevailing party's litigation expenses incurred while contesting unreasonable government action. *See id.*; *Cornella v. Schweiker*, 728 F.2d 978, 986 (8th Cir. 1984).

The statutory ceiling for an EAJA fee award is \$125.00 per hour. *See* 28 U.S.C. § 2412(d)(2)(A). A court is only authorized to exceed this statutory rate if "the court determines that an increase in the cost of living or a special factor, such as the limited availability of qualified attorneys for the proceedings involved, justifies a higher fee." *Id.* A court may determine that there has been an increase in the cost of living, and may thereby increase the attorney's rate per hour, based upon the United States Department of Labor's Consumer Price Index ("CPI"). *See Johnson v. Sullivan*, 919 F.2d 503, 504 (8th Cir. 1990). *See also* General Order 39 ("Attorney's Fees Under the Equal Access to Justice Act").

3. Discussion:

In the present action, Plaintiff's case was remanded to the SSA. ECF Nos. 26, 27. Defendant does not contest Plaintiff's claim that she is the prevailing party and does not oppose her application for fees under the EAJA. ECF No. 29. The Court construes the lack of opposition to this application as an admission that the government's decision to deny benefits was not "substantially justified" and that Plaintiff is the prevailing party.

Plaintiff requests a total award of \$8,096.35. ECF No. 28. This amount represents 39.20 hours from 2020 and 2021 at an hourly rate of \$206.00. *Id.* Defendant has objected to Plaintiff's request for \$206.00 for the 2.70 hours of work performed in 2020. These attorney hourly rates are authorized by the EAJA as long as the CPI-South Index justifies these enhanced rates. *See* General Order 39. *See also* 28 U.S.C. § 2412(d)(2)(A); *Johnson*, 919 F.2d at 504. In the present action,

the Court finds the CPI-South Index authorizes \$203.00 for work performed in 2020 and \$206.00 for work performed in 2021. Thus, the Court awards those hourly rates.

As for Plaintiff's requested hours, Plaintiff seeks 36.50 attorney hours for work performed in 2021. ECF No. 28. Defendant objected to the Plaintiff's request for 36.50 hours of attorney time in 2021 as excessive. ECF No. 29. Defendant seeks to reduce the number of compensable attorney hours for 2021 from 36.50 hours to 33.50 hours. *Id.* The Defendant provides no specifics as to which hours are excessive other than to say the requested hours are "slightly high." *Id.* The Court finds Defendant's objections to the requested time are without merit. Therefore, the Court awards Plaintiff 36.50 in attorney time for work performed in 2021.

As a final point, *Ratliff* requires that attorney's fees be awarded to the "prevailing party" or the litigant. *See Astrue v. Ratliff*, 560 U.S. 586 (2010). Thus, these fees must be awarded to Plaintiff, not to Plaintiff's attorney. However, if Plaintiff has executed a valid assignment to Plaintiff's attorney of all rights in an attorney's fee award and Plaintiff owes no outstanding debt to the federal government, the attorney's fee may be awarded directly to Plaintiff's attorney.

4. Conclusion:

Based upon the foregoing, the Court awards Plaintiff **\$8,088.15** pursuant to the EAJA, 28 U.S.C. § 2412. This includes 2.70 hours at an attorney hourly rate of \$203.00 for work performed in 2020, 36.50 hours at an attorney hourly rate of \$206.00 for work performed in 2021, and costs of \$21.15.

ENTERED this 2nd day of August 2021.

/s/ Barry A. Bryant
HON. BARRY A. BRYANT
U. S. MAGISTRATE JUDGE